

FISCAL IMPACT STATEMENT ON BILL NO. **S. 318**

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TO:	The Honorable Glenn McConnell, Chairman, Senate Judiciary Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Tricia Tangney, Harry Bell		
DATE:	January 25, 2005	SBD:	2005132

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AUTHOR:	Senator McConnell	PRIMARY CODE CITE:	5-1-10
SUBJECT:	Joint Legislative Committee on Municipal Incorporation		

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ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

Minimal (Some additional costs expected but can be absorbed)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

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**BILL SUMMARY:**

This Bill establishes a Joint Legislative Committee on Municipal Incorporation to review the filing of an area seeking incorporation and to recommend to the Secretary of State whether the minimum service standards for municipal incorporation are met and to define contiguity for purposes of municipal incorporation.

**EXPLANATION OF IMPACT:**

The Senate, the House of Representatives, and the Governor's Office

The Agencies report that implementation of this Bill will result in General Fund expenditures of approximately \$1,280 per meeting for the seven appointed members, which can be absorbed by the agencies at their current level of funding.

The Secretary of State

The Office reports this Bill will have no impact on the General Fund of the State, or on Federal and/or Other Funds.

**LOCAL GOVERNMENT IMPACT:**

Enactment could have an indirect impact on local governments. Funds are distributed to municipal governments from the State in the form of Aid to Subdivisions. The incorporation of additional municipalities would impact the distribution of those funds. In addition, additional incorporations could affect the distribution of revenue derived from a one-cent local option sales tax.

**SPECIAL NOTES:**

None.

Approved by:



Don Addy  
Assistant Director, Office of State Budget